

## **Program C: Medicare Buy-Ins and Supplements**

Program Authorization: The Constitution of Louisiana (1974) Article 12, Section 8, and Public Law 89-97. The Balanced Budget Act of 1997 (Public Law 105-33), as amended by technical amendments (Public Law 105-100).

### **Program Description**

The mission of the Medicare Buy-Ins and Supplements Program is to allow states to enroll certain groups of needy people in the supplemental medical insurance program and pay their premiums. The Medicaid buy-ins and supplementals may permit the State, as part of its total assistance plan, to provide medical insurance protection to designated categories of needy individuals who are eligible for Medicaid and also meet the eligibility requirements. It has the effect of transferring some medical costs for this population from the Title XIX Medicaid Program, which is partially State financed, to the Title XVIII Program, which is financed by the federal government. Federal matching money is available through the Medicaid Program to assist the states with the premium payments for certain buy-in enrollees.

The goal of the Medicare Buy-Ins and Supplements Program is to avoid additional Medicaid cost by utilizing buy-in (premiums) for Medicare eligibles. The Medicare Buy-Ins and Supplements Program is a supplemental medical insurance program that provides exemption of premiums for indigent people.

## RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 2000-2001	ACT 12 2001-2002	EXISTING 2001-2002	CONTINUATION 2002-2003	RECOMMENDED 2002-2003	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$24,765,298	\$27,092,044	\$27,092,044	\$28,241,923	\$28,241,923	\$1,149,879
STATE GENERAL FUND BY:						
Interagency Transfers	0	0	0	0	0	0
Fees & Self-gen. Revenues	0	0	0	0	0	0
Statutory Dedications	0	0	0	0	0	0
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	58,788,339	63,524,294	63,524,294	66,253,898	66,253,898	2,729,604
TOTAL MEANS OF FINANCING	<b>\$83,553,637</b>	<b>\$90,616,338</b>	<b>\$90,616,338</b>	<b>\$94,495,821</b>	<b>\$94,495,821</b>	<b>\$3,879,483</b>
EXPENDITURES & REQUEST:						
Salaries	\$0	\$0	\$0	\$0	\$0	\$0
Other Compensation	0	0	0	0	0	0
Related Benefits	0	0	0	0	0	0
Total Operating Expenses	0	0	0	0	0	0
Professional Services	0	0	0	0	0	0
Total Other Charges	83,553,637	90,616,338	90,616,338	94,495,821	94,495,821	3,879,483
Total Acq. & Major Repairs	0	0	0	0	0	0
TOTAL EXPENDITURES AND REQUEST	<b>\$83,553,637</b>	<b>\$90,616,338</b>	<b>\$90,616,338</b>	<b>\$94,495,821</b>	<b>\$94,495,821</b>	<b>\$3,879,483</b>
AUTHORIZED FULL-TIME						
EQUIVALENTS: Classified	0	0	0	0	0	0
Unclassified	0	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## **SOURCE OF FUNDING**

The Medicare Buy-Ins and Supplements Program is funded with State General Fund and Federal Funds. The Federal Funds represent federal financing participation on the Medicaid program.

## MAJOR FINANCIAL CHANGES

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$27,092,044	\$90,616,338	0	ACT 12 FISCAL YEAR 2001-2002
			BA-7 TRANSACTIONS:
\$0	\$0	0	None
\$27,092,044	\$90,616,338	0	EXISTING OPERATING BUDGET - December 20, 2001
\$1,149,879	\$3,879,483	0	Workload Adjustment - Increased premiums for Medicare Part A & B Buy-In costs directed by the Center for Medicare and Medicaid services
\$28,241,923	\$94,495,821	0	TOTAL RECOMMENDED
\$0	\$0	0	LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS
\$28,241,923	\$94,495,821	0	BASE EXECUTIVE BUDGET FISCAL YEAR 2002-2003
			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE:
\$0	\$0	0	None
\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE
\$28,241,923	\$94,495,821	0	GRAND TOTAL RECOMMENDED

## **PROFESSIONAL SERVICES**

This program does not have funding for Professional Services for Fiscal Year 2002-2003.

**OTHER CHARGES**

\$94,495,821    Payments of Medicare premiums and supplements

**\$94,495,821    SUB-TOTAL OTHER CHARGES**

**Interagency Transfers:**

This program does not have funding recommended for Interagency Transfers for Fiscal Year 2002-2003.

**\$94,495,821    TOTAL OTHER CHARGES**

## **ACQUISITIONS AND MAJOR REPAIRS**

This program does not have funding for Acquisitions and Major Repairs for Fiscal Year 2002-2003.